

FISCAL NOTE

TO: Chief Clerk of the Senate
Chief Clerk of the House

FROM: James A. Davenport, Executive Director

DATE: February 12, 1996

SUBJECT: **SB 2636 - HB 3048**

This bill, if enacted, will expand the current 25% fee discount program for children of full-time state employees to include the spouses of such employees.

The fiscal impact from enactment of this bill is estimated to be an increase in state expenditures of approximately \$215,600 to offset lost tuition revenues to the schools of approximately \$215,600. This estimate is based on the following assumptions:

1. There are approximately 40,000 full-time state employees.
2. Participation rate is estimated to be approximately 4%.
3. Estimated marriage rate is 70% among employees.
4. The average maintenance fee for this program is estimated to be \$770 per participant in 1995-96.

Approx. # of employees	40,000
Est. marriage rate	x 70%
	28,000
Participation rate	x 4.0%
Est. upper level participation	1,120
Avg. maint. fee per yr.	<u>x \$ 770</u>
Total Est. maint. fee per yr.	\$ 862,400
Est. 25% discount	<u>x 25%</u>
Est. Inc. in State Exp.	<u>\$215,600</u>

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James A. Davenport". The signature is fluid and cursive, with the first letters of the first and last names being capitalized and prominent.

James A. Davenport, Executive Director